UNITED STATES BANKRUPTCY COURT WESTERN DISTRICT OF WASHINGTON AT SEATTLE

In re:

NORTHWEST TERRITORIAL MINT, LLC,

Debtor.

Case No. 16-11767-CMA

DECLARATION OF SUSAN SKAGGS IN SUPPORT OF MOTION FOR ORDER APPROVING THE SALE OF CERTAIN OF THE DEBTOR'S ASSETS TO MEDALCRAFT MINT, INC.

I, Susan Skaggs, hereby declare:

- 1. I am the former director of sales for Northwest Territorial Mint, LLC dba Medallic Art Company ("Medallic"). Unless otherwise stated, I make the following statements based on my personal knowledge. I submit this Declaration in support of the Motion for Order Approving the Sale of Certain of the Debtor's Assets to Medalcraft Mint, Inc. (the "Motion"). I was employed by the Debtor for approximately nine years, beginning in 2009. I am over the age of eighteen and I am competent in all ways to testify.
- 2. Throughout my tenure at Medallic, it was always Medallic's policy that Medallic owned the dies it created to fulfill customer orders. The price charged to the customer for the creation of a die was not for the sale of the die, but for the labor to produce the die, storage, and

DECLARATION OF SUSAN SKAGGS - 1

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replacement if there was a problem during the manufacturing process.

3. Although Medallic owned the dies it created, each die was held for the exclusive purpose of creating product for the benefit of the customer who commissioned the die.

I declare under penalty of perjury that the foregoing is true and correct to the best of my knowledge and belief.

EXECUTED this 167 day of February, at Dayton, Nevada

By: Musell Susan Skaggs

DECLARATION OF SUSAN SKAGGS - 2

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CERTIFICATE OF SERVICE

The undersigned declares as follows:

That she is a Paralegal in the law firm of K&L Gates LLP, and on February 16, 2018, she caused the foregoing document to be filed electronically through the CM/ECF system which caused Registered Participants to be served by electronic means, as fully reflected on the Notice of Electronic Filing.

Also on February 16, 2018, she caused the foregoing document to be placed in the mail to the Parties at the addresses listed below:

Northwest Territorial Mint LLC c/o Ross Hansen, Member P.O. Box 2148 Auburn, WA 98071-2148

I declare under penalty of perjury under the laws of the State of Washington and the United States that the foregoing is true and correct.

Executed on the 16th day of February, 2018 at Seattle, Washington.

/s/ Denise A. Lentz
Denise A. Lentz

DECLARATION OF SUSAN SKAGGS - 3

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